

W. R. Grace & Co.- Conn Bank Reconciliations February 2003 MOR-1		PNC	Hibernia Natl Disbursement 101391210	Bank of America Payroll 0000 0002 2107	Allfirst Payroll 16296057	First Union Petty Cash 2040000016900
Balance per books		\$ 25,000	\$ 10,000	\$ -	\$ 190,875	\$ 56,091
Bank Balance (+/-) Deposits in transit (-/-) Outstanding checks Other		24,671	10,000	-	227,723	43,668
Adjusted bank balance		\$ 25,000	\$ 10,000	\$ -	\$ 190,875	\$ 56,091
Deposits in Transit		Date	Amount	Date	Amount	Date
Outstanding Checks		Ck. #	Amount	Ck. #	Amount	Ck. #
Other						
Transfers between bank accounts						
Accounting error						
Interest not recorded on books						
Bank fees not recorded on books						
Payroll tax payments not recorded						
Unreconciled bank activity						
Unreconciled ledger activity						
Returned item adjustment						
Payroll/other activity in transit						
Petty cash funds						
Reporting reclass						
Unrecorded deposit						

W. R. Grace & Co. - Conn Bank Reconciliations February 2003 MOR-1		Banco de Credito Operating Acct 1931115122058	Banco de Credito Operating Acct 1931125983172	Banco de Credito Time Deposit	Bank of Boston Operating Acct 0154519	Bank of Boston Operating Acct 0154424				
Balance per books	(Soles)	10,399	(US\$)	\$ 494,149	(US\$)	\$ 10,000	(Soles)	37,906	(US\$)	\$ 1,247,284
Bank Balance		10,695		494,149		10,000		37,906		1,219,353
(+) Deposits in transit										27,930
(-) Outstanding checks		(296)								
Other										
Adjusted bank balance		10,399		\$ 494,149		\$ 10,000		37,906		\$ 1,247,284
Deposits in Transit	Date	Amount	Date	Amount	Date	Amount	Date	Amount	Date	Amount
									28-Feb-03	1,657
									28-Feb-03	4,768
									28-Feb-03	21,505
Outstanding Checks	Ck #	Amount	Ck #	Amount	Ck #	Amount	Ck #	Amount	Ck #	Amount
	7717961	(296)								
Other										
Transfers between bank accounts										
Accounting error										
Interest not recorded on books										
Bank fees not recorded on books										
Payroll tax payments not recorded										
Unreconciled bank activity										
Unreconciled ledger activity										
Returned item adjustment										
Payroll/other activity in transit										
Petty cash funds										
Reporting reclass										
Unrecorded deposit										

W. R. Grace & Co. Bank Reconciliations February 2003 MOR-1					
		JP Morgan Chase Pass Through 323881963			
Balance per books		\$			
Bank Balance		\$			
(+) Deposits in transit		\$			
(-) Outstanding checks		\$			
Other		\$			
Adjusted bank balance		\$			
Deposits in Transit		Date	Amt		
Outstanding Checks		Dk #	Amt		
Other					
Transfers between bank accounts					
Accounting error					
Interest not recorded on books					
Bank fees not recorded on books					
Payroll tax payments not recorded					
Unreconciled bank activity					
Unreconciled ledger activity					
Returned item adjustment					
Payroll activity in transit					
Petty cash funds					

Remedium Group, Inc. Bank Reconciliations February 2003 MOR-1		JP Morgan Chase Pass Through 323883842	JP Morgan Chase Disbursement # 601831985
Balance per books		\$ -	\$ (190,854)
Bank Balance (+) Deposits in transit (-) Outstanding checks Other			(190,854)
Adjusted bank balance		\$ -	\$ (190,854)
Deposits in Transit		Date	Amount
Outstanding Checks		Ck. #	Amount
		4188	(75)
		4446	(834)
		4537	(1,874)
		4540	(3,326)
		4541	(150)
		4542	(1,250)
		4543	(200)
		4544	(12,974)
		4545	(250)
		4547	(500)
		4548	(100)
		4550	(24)
		4552	(105)
		4553	(48)
		4554	(9)
		4555	(60)
		4556	(200)
		4557	(745)
		4558	(31)
		4560	(1,235)
		4561	(293)
		4562	(1,705)
		4563	(60)
		4564	(3,476)
		4565	(48)
		4566	(80)
		4567	(90)
		4568	(1,150)
		4569	(48,545)
		4570	(854)
		4571	(16,070)
		4572	(195)
		4573	(31)
		4574	(122)
		4575	(94,239)
Other			
Transfers between bank accounts			
Accounting error			
Interest not recorded on books			
Bank fees not recorded on books			
Payroll tax payments not recorded			
Unreconciled bank activity			
Unreconciled ledger activity			
Returned item adjustment			
Payroll activity in transit			
Petty cash funds			

CC Partners Bank Reconciliations February 2003 MOR-1				
		First Union Deposit Acct 2199500031802		
Balance per books			\$	
Bank Balance (+) Deposits in transit (-) Outstanding checks Other				
Adjusted bank balance			\$	
Deposits in Transit:				
Outstanding Checks				
Other:				
Transfers between bank accounts Accounting error Interest not recorded on books Bank fees not recorded on books Payroll tax payments not recorded Unreconciled bank activity Unreconciled ledger activity Returned item adjustment Payroll activity in transit Petty cash funds				

Darex Puerto Rico, Inc. Bank Reconciliations February 2003 MOR-1		Outbank Operating Acct. 300153014
Balance per books		\$ 3,777,435
Bank Balance		4,113,090
(+/-) Deposits in transit		(331,453)
(-) Outstanding checks		(4,202)
Adjusted bank balance		\$ 3,777,435
Deposits in Transit		Date
		Amt
Outstanding Checks		Date
		Amt
15376 (12,203)		
15461 (27)		
15727 (8,185)		
15904 (728)		
15992 (357)		
16078 (1,700)		
16095 (103)		
16113 (1,734)		
16118 (565)		
16139 (4,649)		
16141 (146)		
16142 (4,097)		
16143 (90)		
16145 (210)		
16149 (45)		
16151 (100)		
1615 (50)		
16155 (280)		
16159 (8,350)		
16160 (21,555)		
16161 (3,300)		
16162 (93,291)		
16163 (49,812)		
16167 (12)		
16168 (2,136)		
16169 (16,135)		
16170 (16,410)		
16171 (3,495)		
16172 (3,757)		
16173 (6,455)		
16174 (25,497)		
16175 (12,136)		
16176 (15,119)		
16177 (525)		
16178 (12)		
16179 (105)		
16180 (1,032)		
16181 (19)		
16182 (195)		
16183 (16,244)		
16184 (191)		
16185 (182)		
16186 (530)		
16187 (100)		
16188 (175)		
16189 (310)		
16190 (105)		
15939 4,878		
various (3,929)		
Other		
Transfers between bank accounts		
Accounting error		
Interest not recorded on books		
Bank fees not recorded on books		
Payroll tax payments not recorded		
Unreconciled bank activity		
Unreconciled ledger activity		
Returned item adjustment		
Payroll activity in transit		
Petty cash funds		(4,202)

Kootenai Development Company Bank Reconciliations February 2003 MOR-1				
		First National Bank of Montana Checking 1049097		
Balance per books		\$ 29,162		
Bank Balance (+) Deposits in transit (-) Outstanding checks Other		29,162		
Adjusted bank balance		\$ 29,162		
Deposits In Transit				
Outstanding Checks				
Other				
Transfers between bank accounts				
Accounting error				
Interest not recorded on books				
Bank fees not recorded on books				
Payroll tax payments not recorded				
Unreconciled bank activity				
Unreconciled ledger activity				
Returned item adjustment				
Payroll activity in transit				
Petty cash funds				

Grace Europe, Inc. Bank Reconciliations February 2003 MOR-1		Barclays Bank PLC	
Balance per books		\$ -	
Bank Balance (+) Deposits in transit (-) Outstanding checks Other		\$ -	
Adjusted bank balance		\$ -	
Deposits in Transit		Date	Amt
Outstanding Checks		Ck. #	Amt
Other			
Transfers between bank accounts Accounting error Interest not recorded on books Bank fees not recorded on books Payroll tax payments not recorded Unreconciled bank activity Unreconciled ledger activity Returned item adjustment Payroll activity in transit Petty cash funds			

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended March 31, 2003	W.R. Grace & Co., Conn.	W.R. Grace & Co.	Remediation Group, Inc.	CCHP, Inc.	CC Partners	Grace Washington, Inc.	Liquation Management, Inc.	Grace Europe, Inc.	LB Retail, Inc.
Net sales to third parties	\$ 65,283,953	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	12,435,476	-	-	-	-	-	-	-	-
Net sales to filing entities	208,305	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	1,579,822	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	(6,987,001)	4,160,619	732,816	57,518	845,233	-	2,602,915	-	-
Other income	1,315,583	-	-	-	-	-	-	-	-
	73,836,137	4,160,619	732,816	57,518	845,233	-	2,602,915	-	-
Cost of goods sold to third parties	47,031,111	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	9,127,868	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	194,371	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	25,605,132	-	6,015	-	-	933	-	-	-
Research and development expenses	3,905,131	-	-	-	-	-	-	-	-
Depreciation and amortization	5,140,110	-	2,318	-	-	-	-	-	-
Interest expense	1,387,770	-	-	-	-	-	-	-	-
	92,391,492	-	8,333	-	-	933	-	-	-
Income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities	(18,555,355)	4,160,619	724,483	57,518	845,233	(933)	2,602,915	-	-
Chapter 11 reorganization expenses, net	(1,078,840)	(1,456,217)	(255,090)	(20,131)	(295,831)	327	(911,020)	-	-
(Provision for) benefit from income taxes	4,364,097	-	-	-	-	-	-	-	-
Minority interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
Net income	\$ (15,270,098)	\$ 2,704,402	\$ 469,393	\$ 37,387	\$ 549,402	\$ (606)	\$ 1,691,895	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Statement of Operations

MOR +2

Month Ended March 31, 2003

	Grace International Holdings, Inc.	Drex Puerto Rico, Inc.	Alawlife Land Corporation	Alexlife Boston, Ltd.	Five Alexlife Boston Ltd.	GN Holdings, Inc.	MRA Holdings Corp.	MRA Informatics, Inc.	MRA Staffing Systems, Inc.	Kotera Development Company
Net sales to third parties	\$ -	\$ 613,851	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities										
Net sales to filing entities										
Interest and royalties from non-filing entities, net	2,312,810									
Interest and royalties from filing entities, net	(2,727,172)									
Other income	-									
Cost of goods sold to third parties	(414,362)	613,851								
Cost of goods sold to non-filing entities		212,925								
Cost of goods sold to filing entities		8,469								
Selling, general and administrative expenses		76,452								
Research and development expenses		7,628								
Depreciation and amortization										
Interest expense										
Income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities		305,474								
Chapter 11 reorganization expenses, net	(414,362)	308,377								
(Provision for) benefit from income taxes	101,104	(108,212)								
Minority interest in income of subsidiary										
Equity in net income of non-filing entities										
Net Income	\$ (313,258)	\$ 200,165	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W.R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities

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W.R. Grace & Co. - Chapter 11 Filing Entities
Combining Statement of Operations
MOR-2
Month Ended March 31, 2003

	Monolin Enterprises Incorporated	Grace Culinary Systems, Inc.	Grace Hotel Services Corporation	Monroe Street Inc.	Grace H-G Inc.	Harover Square Corporation	Ecam, Inc.	W.R. Grace - Land Corporation	G.C. Management Inc.	Water Street Corporation
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities										
Net sales to filing entities										
Interest and royalties from non-filing entities, net										
Interest and royalties from filing entities, net										
Other income										
Cost of goods sold to third parties									25,045	
Cost of goods sold to non-filing entities										
Cost of goods sold to filing entities										
Selling, general and administrative expenses										
Research and development expenses										
Depreciation and amortization										
Interest expense										
Income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities								25,045		
Chapter 11 reorganization expenses, net										
(Provision for) benefit from income taxes										
Minority interest in income of subsidiary										
Equity in net income of non-filing entities										
Net income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (25,045)	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W.R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities

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W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Statement of Operations

MOR+2

Month Ended March 31, 2003

	GEC Management Corporation	Grace Offshore Company	Coalgate, Inc.	Grace A-B II, Inc.	Grace H-G II, Inc.	Coalgate II, Inc.	Graceco II, Inc.	Graco, Inc.	Grace Drilling Company	Grace Petroleum Libya Incorporated
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities										
Net sales to filing entities										
Interest and royalties from non-filing entities, net										
Interest and royalties from filing entities, net										
Other Income										
Cost of goods sold to third parties										
Cost of goods sold to non-filing entities										
Cost of goods sold to filing entities										
Selling, general and administrative expenses										
Research and development expenses										
Depreciation and amortization										
Interest expense										
Income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities										
Chapter 11 reorganization expenses, net										
(Provision for) benefit from income taxes										
Minority interest in income of subsidiary										
Equity in net income of non-filing entities										
Net income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities
Combining Statement of Operations
MOR - 2
Month Ended March 31, 2003

	Axial Basin Ranch Company	Hayden-Gulch West Coal Company	H-Q Coal Company	Eliminations between Filing Entities	Conversion to Equity Method	COMBINED FILING ENTITIES
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 65,897,804
Net sales to non-filing entities				(208,305)		12,435,476
Net sales to filing entities				1,315,073		3,892,632
Interest and royalties from non-filing entities, net						1,315,583
Interest and royalties from filing entities, net						
Other income						
Cost of goods sold to third parties				1,106,769		83,541,495
Cost of goods sold to non-filing entities						47,269,081
Cost of goods sold to filing entities				(202,840)		9,127,868
Selling, general and administrative expenses						25,688,533
Research and development expenses						3,905,131
Depreciation and amortization						5,150,056
Interest expense						1,387,770
Income before Chapter 11 reorganization expenses, income taxes, minority interest and equity in net income of non-filing entities				(202,840)		92,528,438
Chapter 11 reorganization expenses, net						(8,986,943)
(Provision for) benefit from income taxes						(1,078,841)
Minority interest in income of subsidiary						1,419,027
Equity in net income of non-filing entities					7,013,777	7,013,777
Net Income	\$ -	\$ -	\$ -	\$ 1,309,609	\$ 7,013,777	\$ (1,632,979)

Note #2

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. - Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

MOR - 3

March 31, 2003

	W.R. Grace & Co. Conn	W.R. Grace & Co.	Remedium Group, Inc.	OCHP, Inc.	CC Partners	Grace Washington Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ 17,067,163	\$ -	\$ (69,677)	\$ -	\$ -	\$ -
Accounts and other receivables, net	107,522,497	-	23,965	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	267,880,515	(389,032,872)	(655,467)	12,971,464	(27,828,792)	(9,643,262)
Inventories	74,037,191	-	-	-	-	-
Deferred income taxes	26,696,405	-	2,232,103	-	-	-
Other current assets	21,128,720	-	-	-	-	-
Total Current Assets	514,332,491	(389,032,872)	1,530,924	12,971,464	(27,828,792)	(9,643,262)
Properties and equipment, net	385,596,562	-	478,517	-	-	-
Goodwill	14,499,090	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	87,724,394	-	-	-	-	-
Deferred income taxes	731,855,322	-	44,101,884	-	-	-
Asbestos-related insurance receivable	281,579,478	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	(1,106,726,882)	817,334,326	125,403,317	4,648,970	200,756,256	-
Investment in filing and non-filing entities	828,397,133	241,512,111	-	-	-	-
Other assets	90,022,343	-	-	-	-	-
Total Assets	\$ 1,827,279,931	\$ 669,813,564	\$ 171,514,642	\$ 17,620,434	\$ 172,927,464	\$ (9,643,262)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Short-term debt	\$ 0	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	48,733,567	-	52,034	-	-	-
Income taxes payable	40	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	(0)	-	-	-	-	-
Other current liabilities	52,875,642	-	58,226	-	-	18,338
Total Current Liabilities	101,609,249	-	110,259	-	-	18,338
Long-term debt - DIP facility	(438,134)	-	-	-	-	-
Deferred income taxes	148,105,771	-	-	-	-	-
Asbestos-related liability expected to be disbursed after one year	(0)	-	-	-	-	-
Other liabilities	234,882,291	0	0	-	0	-
Total Liabilities Not Subject to Compromise	484,159,176	0	110,260	-	0	18,338
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	541,740,454	-	-	-	-	-
Accounts payable	31,344,550	-	665,607	-	-	-
Income taxes payable	148,883,626	37,670,208	2,356,590	92,363	10,643,365	(247,738)
Asbestos-related liability	970,912,287	-	-	-	-	-
Other liabilities	394,444,684	168,091	131,226,410	-	32,239,894	-
Total Liabilities Subject to Compromise	2,087,325,580	37,858,299	134,248,607	92,363	42,883,259	(247,738)
Total Liabilities	2,571,484,756	37,858,299	134,358,866	92,363	42,883,259	(229,400)
Shareholders' Equity (Deficit)						
Preferred Stock						
Common Stock						
Paid in capital	83,968,960	769,798	12,223	1,000	-	1,000
(Accumulated deficit)/Retained earnings	142,809,878	428,598,673	9,724,449	34,052,467	56,011,577	-
Treasury stock, at cost	(628,678,049)	338,677,803	27,419,104	(16,525,395)	74,032,628	(9,414,862)
Accumulated other comprehensive loss	(342,305,614)	100	-	-	-	-
Total Shareholders' Equity (Deficit)	(744,204,825)	631,955,265	37,155,776	17,528,072	130,044,205	(9,413,862)
Total Liabilities and Shareholders' Equity (Deficit)	\$ 1,827,279,931	\$ 669,813,564	\$ 171,514,642	\$ 17,620,434	\$ 172,927,464	\$ (9,643,262)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W.R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

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March 31, 2003

	Liquation Management, Inc.	Grace Europe, Inc.	LB Realty, Inc.	Grace International Holdings, Inc.	Darex Puerto Rico, Inc.	Alawate Land Corporation
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ 79,159	\$ -	\$ 4,254,983	\$ 2,439,052	\$ -
Accounts and other receivables, net	(365,073,826)	5,718,146	140,477,802	(91,736,294)	(1,084,502)	(5,228,511)
Receivables from/(payables to) filing and non-filing entities, net	-	(0)	-	-	159,174	-
Inventories	-	76,956	-	-	17,655	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	(365,073,826)	5,874,261	140,477,802	(91,736,294)	5,786,362	(5,228,511)
Properties and equipment, net	-	-	-	-	804,017	-
Goodwill	-	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	-	-	-	-	-	-
Deferred income taxes	-	38,161	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	442,912,268	(3,268,944)	-	29,579,252	-	-
Investment in filing and non-filing entities	-	-	-	58,669,464	-	-
Other assets	-	54,000	-	-	206,396	1,209,396
Total Assets	\$ 77,838,442	\$ 2,697,478	\$ 140,477,802	\$ (3,487,577)	\$ 6,795,775	\$ (4,019,113)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Short-term debt	\$ -	\$ 21,280	\$ -	\$ 23,688	\$ 306,034	\$ -
Accounts payable	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	349,775	-	-	99,432	-
Other current liabilities	-	-	-	-	-	-
Total Current Liabilities	-	371,055	-	23,688	405,466	-
Long-term debt - DIP facility	-	-	-	-	-	-
Deferred income taxes	-	0	-	-	146,497	-
Asbestos-related liability expected to be disbursed after one year	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	371,055	-	23,688	551,963	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Accounts payable	-	24,597,334	(724,370)	(47,202)	(6,673,252)	133,907
Income taxes payable	-	-	-	-	1,066,172	(300)
Asbestos-related liability	-	-	-	-	-	-
Other liabilities	-	219,874	-	-	-	-
Total Liabilities Subject to Compromise	24,597,334	(504,496)	(47,202)	(6,673,252)	1,200,079	(300)
Total Liabilities	24,597,334	(133,441)	(47,202)	(6,649,564)	1,752,042	(300)
Shareholders' Equity (Deficit)						
Preferred Stock	112	-	-	-	-	-
Common Stock	1,000	1,000	-	1,000	1,000	200
Paid in capital	(29,267,410)	-	25,358,993	45,067,489	-	274,806
(Accumulated deficit)/Retained earnings	82,507,406	(429,951)	115,166,011	(36,618,990)	5,042,733	(4,293,619)
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive loss	-	3,259,870	-	(5,287,512)	-	-
Total Shareholders' Equity (Deficit)	53,241,108	2,830,919	140,525,004	3,161,986	5,043,733	(4,018,813)
Total Liabilities and Shareholders' Equity (Deficit)	\$ 77,838,442	\$ 2,697,478	\$ 140,477,802	\$ (3,487,577)	\$ 6,795,775	\$ (4,019,113)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

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March 31, 2003

	Alewite Boston Ltd.	Five Alewite Boston Ltd.	GN Holdings, Inc.	MRA Holdings Corp.	MRA Intermedco, Inc.	MRA Staffing Systems, Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts and other receivables, net						
Receivables from/(payables to) filing and non-filing entities, net	(2,143,580)	-	(57,817,172)	(110)	(330)	(10,752)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	(2,143,580)	-	(57,817,172)	(110)	(330)	(10,752)
Properties and equipment, net	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	34,053,467	54,500,000	54,500,000	56,011,577
Investment in filing and non-filing entities	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$ (2,143,580)	-	\$ (23,763,706)	\$ 54,499,890	\$ 54,499,670	\$ 56,000,825
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Short-term debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-	-
Long-term debt - DIP facility	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed after one year	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Income taxes payable	(210)	-	-	(110)	(330)	(3,912)
Asbestos-related liability	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(210)	-	-	(110)	(330)	(3,912)
Total Liabilities	(210)	-	-	(110)	(330)	(3,912)
Shareholders' Equity (Deficit)						
Preferred Stock	-	-	-	-	-	-
Common Stock	-	-	931,540	1	130	130
Paid in capital	-	-	9,408,460	54,499,999	54,499,870	54,499,870
(Accumulated deficit)/Retained earnings	(2,143,370)	-	(34,103,706)	-	-	1,504,737
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive loss	-	-	-	-	-	-
Total Shareholders' Equity (Deficit)	(2,143,370)	-	\$ (23,763,706)	\$ 54,500,000	\$ 54,500,000	\$ 56,004,737
Total Liabilities and Shareholders' Equity (Deficit)	\$ (2,143,580)	-	\$ (23,763,706)	\$ 54,499,890	\$ 54,499,670	\$ 56,000,825

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W.R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

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March 31, 2003

	Koolena Development Company	CB Biomedical, Inc.	Amicon, Inc.	Grace Environmental, Inc.	Grace Chemical Company of Cuba	Southern Oil Resin & Fiberglass, Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ 29,162	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts and other receivables, net	(16,214)	(26,718,452)	57,347,191	(7,288,816)	-	-
Receivables from/(payables to) filing and non-filing entities, net	-	-	-	-	-	-
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	6,320	-	57,347,191	(7,288,816)	-	-
Total Current Assets	19,268	(26,718,452)	57,347,191	(7,288,816)	-	-
Properties and equipment, net	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	-	-
Other assets	1,630,940	-	-	-	-	-
Total Assets	\$ 1,650,208	\$ (26,718,452)	\$ 57,347,191	\$ (7,288,816)	\$ -	\$ -
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Short-term debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	551,649	5,000	-	-	-	-
Total Current Liabilities	551,649	5,000	-	-	-	-
Long-term debt - DIP facility	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed after one year	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	551,649	5,000	-	-	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Income taxes payable	(6,176)	(104,625)	10,346,794	(5,220)	-	-
Asbestos-related liability	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(6,176)	(104,625)	10,346,794	(5,220)	-	-
Total Liabilities	545,473	(99,625)	10,346,794	(5,220)	-	-
Shareholders' Equity (Deficit)						
Preferred Stock	-	-	-	-	-	-
Common Stock	-	-	-	-	-	-
Paid in capital	1,104,954	859,233	3,671,658	5,150	-	-
(Accumulated deficit)/Retained earnings	(219)	(27,478,060)	43,427,950	5,144,850	-	-
Treasury stock, at cost	-	-	-	(12,433,596)	-	-
Accumulated other comprehensive loss	-	-	(99,212)	-	-	-
Total Shareholders' Equity (Deficit)	1,104,735	(26,618,827)	47,000,396	(7,288,596)	-	-
Total Liabilities and Shareholders' Equity (Deficit)	\$ 1,650,208	\$ (26,718,452)	\$ 57,347,191	\$ (7,288,816)	\$ -	\$ -

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W.R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Balance Sheet MOR - 3 March 31, 2003		Guanica Caribbean Land Development Corporation	Dewey & Almy, LLC	A-1 Bit & Tool Co. Inc.	Grace Tappon Investors, Inc.	G-C Limited Partners, Inc.	Monolith Enterprises Incorporated
ASSETS							
Current Assets							
Cash and cash equivalents	\$ -	\$ 1,000	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts and other receivables, net							
Receivables from/(payables to) filing and non-filing entities, net	5,824,284	(102,989)	(1,119,103)	10,284,124	330	(2,417,714)	
Inventories	-	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-	-
Total Current Assets	5,824,284	(101,989)	(1,119,103)	10,284,124	330	(2,417,714)	
Properties and equipment, net	-	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	-	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	94,022	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	-	-	-
Other assets	-	-	-	-	-	-	-
Total Assets	\$ 5,824,284	\$ (7,966)	\$ (1,119,103)	\$ 10,284,124	\$ 330	\$ (2,417,714)	
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)							
Liabilities Not Subject to Compromise							
Current Liabilities							
Short-term debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-	-
Other current liabilities	-	-	-	-	3	-	-
Total Current Liabilities	-	-	-	-	3	-	-
Long-term debt - DIP facility	-	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed after one year	-	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	3	-	-
Liabilities Subject to Compromise							
Debt, pre-petition plus accrued interest	-	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-	-
Income taxes payable	(110)	-	(110)	(560)	(560)	(450)	
Asbestos-related liability	-	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(110)	-	(110)	(560)	(560)	(450)	
Total Liabilities	(110)	-	(110)	(557)	(560)	(450)	
Shareholders' Equity (Deficit)							
Preferred Stock	-	-	-	-	-	-	-
Common Stock	1,000	2,000	29,000	1,000	1,000	26,000	
Paid in capital	5,823,446	-	-	3,136,087	-	9,988,414	
(Accumulated deficit)/Retained earnings	(52)	(9,966)	(1,147,993)	7,147,595	(110)	(12,431,678)	
Treasury stock, at cost	-	-	-	-	-	-	-
Accumulated other comprehensive loss	-	-	-	-	-	-	-
Total Shareholders' Equity (Deficit)	5,824,394	(7,966)	(1,118,993)	10,284,682	890	(2,417,264)	
Total Liabilities and Shareholders' Equity (Deficit)	\$ 5,824,284	\$ (7,966)	\$ (1,119,103)	\$ 10,284,124	\$ 330	\$ (2,417,714)	

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W.R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

MOR - 3

March 31, 2003

	Grace Culinary Systems, Inc.	Grace Hotel Services Corporation	Monroe Street, Inc.	Grace H+G Inc.	Hanover Square Corporation	Econ, Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts and other receivables, net						
Receivables from/(payables to) filing and non-filing entities, net	(26,312,455)	(5,132,933)	(3,350,634)	(2,509,849)	840	(1,230,613)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	(26,312,455)	(5,132,933)	(3,350,634)	(2,509,849)	840	(1,230,613)
Properties and equipment, net	-	-	-	-	-	1,184,871
Goodwill	-	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$ (26,312,455)	\$ (5,132,933)	\$ (3,350,634)	\$ (2,509,849)	\$ 840	\$ (45,742)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Short-term debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-	-
Long-term debt - DIP facility	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed after one year	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Accounts payable	-	(818)	(110)	(210)	(110)	(30)
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Subject to Compromise	-	(818)	(110)	(210)	(110)	(30)
Total Liabilities	-	(818)	(110)	(210)	(110)	(30)
Shareholders' Equity (Deficit)						
Preferred Stock	-	-	-	-	-	-
Common Stock	-	-	-	-	-	-
Paid in capital	-	-	1,000	1,000	1,000	50
(Accumulated deficit)/Retained earnings	(26,312,455)	(5,132,115)	(3,351,524)	(2,510,639)	(50)	(45,812)
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive loss	-	-	-	-	-	-
Total Shareholders' Equity (Deficit)	(26,312,455)	(5,132,115)	(3,351,524)	(2,510,639)	950	(45,712)
Total Liabilities and Shareholders' Equity (Deficit)	\$ (26,312,455)	\$ (5,132,933)	\$ (3,350,634)	\$ (2,509,849)	\$ 840	\$ (45,742)

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W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

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March 31, 2003

	W.R. Grace Land Corporation	G C Management, Inc.	Water Street Corporation	Del Taos Restaurants, Inc.	W.R. Grace Capital Corporation	Gloucester New Communities Company, Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 500
Accounts and other receivables, net						
Receivables from/(payables to) filing and non-filing entities, net	36,708,378		(73,061)	(12,559,393)	174,205	(19,453,793)
Inventories						
Deferred income taxes						
Other current assets						
Total Current Assets	36,708,378		(73,061)	(12,559,393)	174,205	(19,453,293)
Properties and equipment, net						
Goodwill						438,445
Cash value of company owned life insurance, net of policy loans						
Deferred income taxes						
Asbestos-related insurance receivable						
Loans receivable from/(payable to) filing and non-filing entities, net	6,284,806					
Investment in filing and non-filing entities						
Other assets						4,066
Total Assets	\$ 42,993,184		\$ (73,061)	\$ (12,559,393)	\$ 612,650	\$ (19,449,227)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Short-term debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,066
Accounts payable						
Income taxes payable						
Asbestos-related liability expected to be disbursed within one year						
Other current liabilities					199	10,449
Total Current Liabilities					199	14,515
Long-term debt - DIP facility						438,134
Deferred income taxes						
Asbestos-related liability expected to be disbursed after one year						
Other liabilities						
Total Liabilities Not Subject to Compromise					438,333	14,515
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest						
Accounts payable						
Income taxes payable						
Asbestos-related liability						
Other liabilities						
Total Liabilities Subject to Compromise	(758)		(110)	(140)		
Total Liabilities	(758)		(110)	(140)	438,333	14,515
Shareholders' Equity (Deficit)						
Preferred Stock						
Common Stock	5,000					
Paid in capital	19,577,160		1,000	85,539	1,000	5,000
(Accumulated deficit)/Retained earnings	23,411,782			6,541,055	4,000	6,000,000
Treasury stock, at cost				(19,185,847)	169,317	(25,468,742)
Accumulated other comprehensive loss						
Total Shareholders' Equity (Deficit)	42,993,942		(72,951)	(12,559,253)	174,317	(19,463,742)
Total Liabilities and Shareholders' Equity (Deficit)	\$ 42,993,184		\$ (73,061)	\$ (12,559,393)	\$ 612,650	\$ (19,449,227)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W.R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

MOR - 3

March 31, 2003

	Creative Food N Fun Company	Grace PAR Corporation	Grace A-B Inc.	Homco International Inc.	GPC, Thomasville Corp.	Grace Ventures Corp.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts and other receivables, net	23,479,269	6,345,361	810,290	(59,581,447)	(185)	(86,721)
Receivables from/(payables to) filing and non-filing entities, net	-	-	-	-	-	-
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	23,479,269	6,345,361	810,290	(59,581,447)	(185)	(86,721)
Properties and equipment, net	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$ 23,479,269	\$ 6,345,361	\$ 810,290	\$ (59,581,447)	\$ (185)	\$ (86,721)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Short-term debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-	-
Long-term debt - DIP facility	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed after one year	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Accounts payable	(879)	(300)	(310)	(215)	(185)	(110)
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(879)	(300)	(310)	(215)	(185)	(110)
Total Liabilities	(879)	(300)	(310)	(215)	(185)	(110)
Shareholders' Equity (Deficit)						
Preferred Stock	-	-	-	-	-	-
Common Stock	1,090,000	1,000	1,000	303,000	-	-
Paid in capital	33,631,999	18,090,032	-	37,765,000	-	-
(Accumulated deficit)/Retained earnings	(11,241,851)	(11,745,371)	809,600	(97,649,232)	-	-
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive loss	-	-	-	-	-	-
Total Shareholders' Equity (Deficit)	23,490,148	6,345,661	810,600	(59,581,232)	-	(86,611)
Total Liabilities and Shareholders' Equity (Deficit)	\$ 23,479,269	\$ 6,345,361	\$ 810,290	\$ (59,581,447)	\$ (185)	\$ (86,721)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W.R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

MOR - 3

March 31, 2003

	Grace Energy Corporation	GEC Management Corporation	Grace Offshore Company	Coalgate, Inc.	Grace A-B II Inc.	Grace H-G II Inc.
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts and other receables, net						
Receivables from/(payables to) filing and non-filing entities, net	352,712,699	4,389,612	(15,750,664)	5,296,889	875,359	(5,264)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
Total Current Assets	352,712,699	4,389,612	(15,750,664)	5,296,889	875,359	(5,264)
Properties and equipment, net						
Goodwill	-	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	(35,903,123)	(14,135,725)	-	-	-	-
Investment in filing and non-filing entities	187,272,210	-	-	-	-	-
Other assets	-	-	-	-	-	-
Total Assets	\$ 504,081,786	\$ (9,746,113)	\$ (15,750,664)	\$ 5,296,889	\$ 875,359	\$ (5,264)
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Short-term debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
Total Current Liabilities	-	-	-	-	-	-
Long-term debt - DIP facility	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related liability expected to be disbursed after one year	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Not Subject to Compromise	-	-	-	-	-	-
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Accounts payable	(119)	(110)	-	(310)	(310)	(210)
Income taxes payable	-	-	-	-	-	-
Asbestos-related liability	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total Liabilities Subject to Compromise	(119)	(110)	-	(310)	(310)	(210)
Total Liabilities	(119)	(110)	-	(310)	(310)	(210)
Shareholders' Equity (Deficit)						
Preferred Stock						
Common Stock	1,000	1,000	(114,960)	100	1,000	1,000
Paid in capital	451,425,156	(2,089,027)	34,215,000	-	-	-
(Accumulated deficit)/Retained earnings	52,655,749	(7,657,976)	(49,850,704)	5,297,099	874,669	(6,054)
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive loss	-	-	-	-	-	-
Total Shareholders' Equity (Deficit)	504,081,905	\$ (9,746,003)	\$ (15,750,664)	5,297,199	875,669	\$ (5,054)
Total Liabilities and Shareholders' Equity (Deficit)	\$ 504,081,786	\$ (9,746,113)	\$ (15,750,664)	\$ 5,296,889	\$ 875,359	\$ (5,264)

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W.R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W.R. Grace & Co. - Chapter 11 Filing Entities

Combining Balance Sheet

MOR 3

March 31, 2003

	Coalgate II, Inc.	Graco II, Inc.	Gracoal, Inc.	Grace Drilling Company	Grace Petroleum Libya (incorporated)	Asia Basin Ranch Company
ASSETS						
Current Assets						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts and other receivables, net						
Receivables from/(payables to) filing and non-filing entities, net	108,130	130,478,108	145,501,706	(81,115,088)	47,407,796	
Inventories	-	-	-	-	-	
Deferred income taxes	-	-	-	-	-	
Other current assets	-	-	-	-	-	
Total Current Assets	108,130	130,478,108	145,501,706	(81,115,088)	47,407,796	
Properties and equipment, net	-	-	-	-	-	
Goodwill	-	-	-	-	-	
Cash value of company owned life insurance, net of policy loans	-	-	-	-	-	
Deferred income taxes	-	-	-	-	-	
Asbestos-related insurance receivable	-	-	-	-	-	
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	
Investment in filing and non-filing entities	-	-	-	-	-	
Other assets	-	-	-	-	-	
Total Assets	\$ 108,130	\$ 130,478,108	\$ 145,501,706	\$ (81,115,088)	\$ 47,407,796	\$ -
LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)						
Liabilities Not Subject to Compromise						
Current Liabilities						
Short-term debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	-	-	-	-	
Income taxes payable	-	-	-	-	-	
Asbestos-related liability expected to be disbursed within one year	-	-	-	-	-	
Other current liabilities	-	-	-	-	-	
Total Current Liabilities	-	-	-	-	-	
Long-term debt - DIP facility	-	-	-	-	-	
Deferred income taxes	-	26,927,846	26,927,846	-	-	
Asbestos-related liability expected to be disbursed after one year	-	-	-	-	-	
Other liabilities	-	-	-	-	-	
Total Liabilities Not Subject to Compromise	-	26,927,846	26,927,846	-	-	
Liabilities Subject to Compromise						
Debt, pre-petition plus accrued interest	-	-	-	-	-	
Accounts payable	(310)	2,362,190	2,362,290	(455)	(110)	
Income taxes payable	-	-	-	-	-	
Asbestos-related liability	-	-	-	-	-	
Other liabilities	-	-	-	-	-	
Total Liabilities Subject to Compromise	(310)	2,362,190	2,362,290	(455)	(110)	
Total Liabilities	(310)	29,290,036	29,290,136	(455)	(110)	
Shareholders' Equity (Deficit)						
Preferred Stock	-	-	-	-	-	
Common Stock	1,000	1,000	100	124,473	1,000	
Paid in capital	-	30,293,750	13,880,108	51,173,713	7,308,934	
(Accumulated deficit)/Retained earnings	107,440	70,893,322	102,331,362	(132,412,819)	40,097,972	
Treasury stock, at cost	-	-	-	-	-	
Accumulated other comprehensive loss	-	-	-	-	-	
Total Shareholders' Equity (Deficit)	108,440	101,188,072	116,211,570	(61,114,633)	47,407,906	
Total Liabilities and Shareholders' Equity (Deficit)	\$ 108,130	\$ 130,478,108	\$ 145,501,706	\$ (81,115,088)	\$ 47,407,796	

Note #3

Certain contingent liabilities of divested businesses are included on the balance sheet of W.R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.